



June 21, 2001

Cenco Refining Company
12345 Lakeland Road
Santa Fe Springs, CA 90670

Attention: Mr. Sharad Sawkar

Re: Service to Proposed Cogeneration Project at Cenco Refinery

Gentlemen:

Thank you for your June 15 letter requesting information on Southern California Gas Company's ("SoCalGas") ability to provide gas transportation service to the electricity generating facility which Cenco Electric Company plans to construct at the Cenco Refining Company ("Cenco") refinery in Santa Fe Springs.

In response to your request, SoCalGas has determined that it will be able to serve the requested quantity of 14 MMcfd through Cenco's existing Bloomfield meter; pressure at the meter is expected to be in the range of 150-170 psig. SoCalGas will also be able to serve the requested quantity of 3.2 MMcfd to the refinery through Cenco's existing Lakeland meters.

SoCalGas' current contract with Cenco provides for interruptible service for usage beyond the monthly core service quantity, but SoCalGas can provide firm transportation service if Cenco desires. Of course, a commitment to provide firm service would be subject to both parties completing and executing a transportation contract under the terms of SoCalGas' then-current tariff schedules and rules. If full-requirements firm service is desired, Cenco will need to provide specific peak daily flow requirements based on the power purchase contract and refinery operations plans. Gas used at the power plant must be metered separately as it will be served under a different tariff rate than other gas uses at the refinery.

Thank you for your consideration and we are looking forward to meeting your service needs. Please call me at (213) 244-3846 if you have any questions.

Very truly yours,
SOUTHERN CALIFORNIA GAS COMPANY

Southern California
Gas Company

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